



Regulation F Reporting

Bank of North Dakota is pleased to provide its risk-based capital ratios as of March 31, 2006. You will notice Bank of North Dakota exceeds the capital ratios necessary to qualify as a “well-capitalized” bank per Regulation F.

Risk-Based Capital Ratio:

	Bank of North Dakota	Per Reg. F.
Tier One Risk-Based Capital Ratio	13.17%	6.00%
Total Risk-Based Capital Ratio	14.43%	10.00%
Leverage Ratio	7.75%	5.00%

Bank of North Dakota is committed to exceeding the ratios for a “well-capitalized” correspondent and will provide your institution with updated capital and leverage ratios on a quarterly basis.

We have also included additional financial information to assist you in analyzing the financial condition and performance of Bank of North Dakota on the following page.



Bank of North Dakota **Financial Information**

(Dollar Amount in Thousands)

	<u>03/31/2006</u>	<u>12/31/2005</u>
Tier One Capital	\$163,894	\$163,894
Total Risk Based Capital	179,600	178,653
Total Risk Weighted Assets	1,244,279	1,168,397
Net Income (Annualized)	40,888	36,357
Average Assets	2,114,584	1,964,164
Average Equity	163,381	158,510
Total Loans	1,532,667	1,467,058
Past Due Loans	40,347	38,646
Nonperforming Loans	1,923	2,157
Allowance for Loan Losses	27,904	27,294
Return on Average Assets (Annualized)	1.93%	1.85%
Return on Average Equity (Annualized)	25.03%	22.94%
Past Due Loans/Total Loans	2.63%	2.63%
Nonperforming Loans/Total Loans	0.13%	0.15%
Allowance for Loan Losses/Total Loans	1.82%	1.86%